

BEFORE THE
POSTAL REGULATORY COMMISSION
WASHINGTON, D.C. 20268-0001

COMPETITIVE PRODUCT PRICES
PRIORITY MAIL EXPRESS, PRIORITY MAIL &
FIRST-CLASS PACKAGE SERVICE CONTRACT 25
(MC2018-20)
NEGOTIATED SERVICE AGREEMENT

Docket No. CP2018-42

**USPS NOTICE OF AMENDMENT TO
PRIORITY MAIL EXPRESS, PRIORITY MAIL &
FIRST-CLASS PACKAGE SERVICE CONTRACT 25,
FILED UNDER SEAL
(June 18, 2018)**

The Postal Service hereby provides notice that the terms of Priority Mail Express, Priority Mail, and First-Class Package Service Contract 25, in the above-captioned proceeding, have changed as contemplated by the contract's terms. A redacted version of the amendment to Priority Mail Express, Priority Mail, and First-Class Package Service Contract 25 is provided in Attachment A, and the unredacted amendment is being filed under seal. The amendment will become effective two business days after the day that the Commission completes its review of this filing.

This amendment will not materially affect the cost coverage of Priority Mail Express, Priority Mail, and First-Class Package Service Contract 25. Therefore, the supporting financial documentation and financial certification initially provided in this docket remain applicable. The Postal Service hereby incorporates by reference the Application for Non-Public Treatment originally filed in this docket, for the protection of the customer-identifying information that has been filed under seal.

Respectfully submitted,

UNITED STATES POSTAL SERVICE

By its attorney:

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June 18, 2018

ATTACHMENT A

**REDACTED AMENDMENT TO PRIORITY MAIL EXPRESS, PRIORITY MAIL &
FIRST-CLASS PACKAGE SERVICE CONTRACT 25**

AMENDMENT #1
OF
SHIPPING SERVICES CONTRACT
BETWEEN
THE UNITED STATES POSTAL SERVICE
AND
[REDACTED]
REGARDING
PRIORITY MAIL EXPRESS,
PRIORITY MAIL SERVICE
AND
FIRST-CLASS PACKAGE SERVICE

WHEREAS, the United States Postal Service (the "Postal Service") and [REDACTED] ("Customer") entered into a Shipping Services Contract, Priority Mail Express, Priority Mail & First-Class Package Service Contract 25/Docket No. CP2018-42 regarding Priority Mail Express, Priority Mail Service and First-Class Package Service on October 12, 2017.

WHEREAS, the Parties desire to amend the terms in Sections I.B, I.F, I.H and I.I of the Contract.

NOW, THEREFORE, the Parties agree that the contract is hereby amended as detailed below. The existing contract remains unchanged in all other respects. This amendment shall become effective two (2) business days following the day on which the Commission issues all necessary regulatory approval.

[Replace Sections I.B, I.F, I.H and I.I, as follows.]

I. Terms

B. This Contract applies to Customer's inbound and outbound packages (collectively, "Contract Packages"), as follows:

1. Priority Mail Express packages [REDACTED]
2. Priority Mail packages [REDACTED]
3. Priority Mail cubic packages [REDACTED]
4. Priority Mail Flat Rate Envelopes and Small and Medium Flat Rate Boxes; and
5. First-Class Package Service - Commercial packages [REDACTED]

- F. From the effective date of the Contract through March 31, 2018 ("Implementation Period") and the following Contract Quarter, Customer will pay Tier 1 prices for its Priority Mail Contract Packages and First-Class Package Service - Commercial Contract Packages, pursuant to Tables 1 and 2, respectively. Customer will be exempt from the minimum average defined in Table B during the Implementation Period. Beginning July 1, 2018, subsequent tier pricing will be determined by the quarterly average of Total Packages shipped during the term of this Contract, not to include the Implementation Period. If the quarterly average of Total Packages shipped falls below the minimum volume set for Tier I pricing or if the quarterly average of Priority Mail Contract Packages plus Customer's other Priority Mail packages shipped using valid payment accounts pursuant to Section I.C above falls below the minimum volume set for Tier 1 pricing, the Postal Service and Customer agree to negotiate in good faith a revised rate structure for customized Priority Mail and First-Class Package Service - Commercial prices within 30 calendar days of notification from the Postal Service.
- H. Customized Priority Mail and First-Class Package Service - Commercial Prices. The following prices in Tables 1 through 4 apply to Customer's Priority Mail and First-Class Package Service - Commercial Contract Packages from this Contract's effective date, as defined in Section III, until the first anniversary of the Contract's effective date.
- I. Customized Priority Mail Express Prices. The following prices in Table 5 apply to Customer's Priority Mail Express Contract Packages from the Contract's effective date, as defined in Section III, until the first anniversary of the Contract's effective date.

IN WITNESS WHEREOF, the Parties hereto have caused this amendment to be duly executed as of the later date below:

UNITED STATES POSTAL SERVICE

Signed by: _____

Dennis R. Nicoski

Printed Name: Dennis Nicoski

Title: Senior Vice President, Sales and Customer Relations

Date: _____

6/4/18